



Fiscal Note
H.B. 88 2nd Sub. (Gray)
 2018 General Session
 Electronic Cigarette and Other Nicotine
 Product Amendments - As Amended
 by Ray, P. (Ray, Paul.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$232,500	\$(249,100)	\$(16,600)

State Government

UCA 36-12-13(2)(b)

Enactment of this bill may increase revenue to the newly created Electronic Cigarette and Other Nicotine Product Tax Restricted Account by \$1,800,000 in FY 2019 and \$2,000,000 in FY 2020. The bill may also increase revenue to the General Fund by \$400,000 beginning in FY 2020.

Revenues	FY 2018	FY 2019	FY 2020
General Fund	\$0	\$400,000	\$400,000
General Fund, One-Time	\$0	\$(400,000)	\$0
New Account Created By Legislation	\$0	\$1,800,000	\$2,000,000
Total Revenues	\$0	\$1,800,000	\$2,400,000

Enactment of this bill may cost the Department of Administrative Services \$3,800 one-time in FY 2019 from the General Fund and \$2,800 ongoing beginning in FY 2020 to set up the account and for accounting administration. The bill may also cost the Department of Health \$12,800 one-time from the General Fund in FY 2019 and \$164,700 ongoing beginning in FY 2020 for regulatory and compliance costs.

Expenditures	FY 2018	FY 2019	FY 2020
General Fund	\$0	\$167,500	\$167,500
General Fund, One-Time	\$0	\$(150,900)	\$0
Total Expenditures	\$0	\$16,600	\$167,500

Net All Funds	\$0	\$1,783,400	\$2,232,500
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Local Government

UCA 36-12-13(2)(c)

Enactment of this bill may increase revenue to the 13 local health departments by \$1,800,000 in FY 2019 and \$2,000,000 in FY 2020 to cover costs associated with nicotine inhaler and alternative tobacco product enforcement and education.

Individuals & Businesses

UCA 36-12-13(2)(d)

Enactment of this bill may increase the tax burden for purchasers of electronic cigarettes and other nicotine products by \$1,800,000 in FY 2019 and \$2,000,000 in FY 2020.

Regulatory Impact

UCA 36-12-13(2)(e)

Enactment of this legislation could result in a small increase in the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.